mo370024 TaskID# 6064 cc:mike

May 02, 2014

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DIV. OF OIL, GAS & MINING

State of Utah Dept. of Natl. Resources Division of Oil, Gas, and Mining P.O. Box 145801 Salt Lake City, UT 84114

Reference: Happy Jack Mine, San Juan County, UT permit# M/037/0024

Attn: Paul Baker

Dear Sir:

This brief letter is in reference to correspondence received from your office dated April 09, 2014 and my followup call to Mike Bradley on April 24, 2014. As I explained to him we have had an ongoing lease agreement with Vane Minerals USA, LLC for the past several years and that is why we kept the permit. The agreement is being terminated so we have no desire to continue holding the permit. The collapsed portal you reference in your letter has been completely sealed with backfill. As I am sure you are aware the property surrounding and including the mine pad area is privately owned. My wife and I are the owners. We have clear title to the property with no leans, claims, etc. against it. We accept full and total responsibility for any actions that occur on the property. We still use a portion of the mine for storage and training with military units under USSOCOM control. Those portals have chain link gates which we close and lock when not in use. We wish to continue having access to those portions for ongoing non-mining operations. Since there has been no additional disturbance to the property for many years and the area on the pad has returned to natural ground covering plants we wish to relinquish the permit and recover the surety bond.

Sincerely,

Kyle Isenhart Marianne Isenhart